G. R. S. IX-5]

Previous references.

S.R
~~191~~ .
(1874)

File No. 12

Serial Nos. 1.

Later references.

R 9 3/1876

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 1.

~~Part~~ B for

SUBJECT.

Introduction of the improved excise system in the Nandidrug division.

W D 88—GPB—50,000—24-7-15

Indexed.

SORE COMMISSION.

2ad

Section S.R.
File No 12-74
Serial No

Letter No. 218 R. of the 26th January 1875, from the Commissioner of the Nundidroog Division, submitting a detailed report on the existing Abkarri arrangements of the Division.

(2). Letter to the Commissioner Nundidroog No. 281, dated 10th April 1876, suggesting the advisability of introducing the improved Excise system in lieu of the present Sudr Distillery System.

(3). Nundidroog Commissioner's No. 50, dated 2nd June 1876, submitting his views on the proposed change.

(4). Notification No. 148, dated 25th July 1876, inviting tenders for the exclusive privilege of manufacturing and selling arrack in the Town cantonment and District of Bangalore, for two years from 1st October 1876 to 30th September 1878.

(5) Notification No. 178, dated 12th August 1876, cancelling the above Notification

as the present distillers had be
licensed to manufacture Arr
in the Sudder Distillery, till
the close of the Official Year 187
(6) Nundidroog Commissioner's
letters Nos 86 and 134 of the 29
July and 11th September 1876 re
pectively, submitting the
opinions of the Deputy
Commissioners of the Bang
alore, Kolar and Tumkur
Districts on the proposed
abolition of the Sudder Dis -
tillery System.
(7) Nundidroog Com's No 631 da
ted 7th March 1877 submitting
a valuation Estimate of the
private buildings at present
standing in the Distillery
enclosure.
missing
(8.) Nundidroog Com's No 1246 da
ted 22d May 1877, submitting
opinion as to the densities
of liquor to be issued by the
Distiller
(9). Letter No 670 of the 9th May 187
from the President of the Mun
cipal Commission, submittin
opinion on the proposed reduct
in the Number of Arrack Shops in
the Town & Cantonment of Bangalore

Order thereon.

In his order No. 5216, Rev. 37, dated 16th October 1874, Sir C Meade commented strongly on the unsatisfactory working of the Sudder Distillery System introduced into this Province in 1862, and the insufficiency of the safeguards provided by that System to prevent combination more or less among the Distillers and on the necessity which experience had shown of modifying that System.

2. This opinion was shared by ~~his predecessor~~ the late H.S Chief Commr the Honble R. A. Dalyell whose experience of the working of the various Abkary Systems, which have been tried in the Madras Presidency, led him to express his views strongly in favor of the introduction of what has been termed the "Improved Excise System", already adopted,

of the Madras Presidency
the principal features
of which are as follows
(I) The right to manufactu
and sell spirits is assigne
to a single individual
who guarantees to Govern-
ment the payment of a
minimum revenue in
consideration of the mon-
opoly of sale, the amount
of the guarantee being es-
timated by reference to
the average of the issues
from the Distillery for
the past 5 years.
(II). The Government powers
thus a guarantee, assured
by the Renter's own inter
ests that no illicit dis-
tillation or smuggling
is carried on, in the Dis-
tricts assigned to him.
(III). The Government can
regulate the retailed price
and the strength of the
liquor to be issued, and
can place upon the renter
such other restrictions

as may be considered de-
sirable in the interests of
the public and of the
State.

3. The subject has re-
=ceived further Careful co
=sideration, and in concur
=rence with his predeces
-sor's opinion Mr Saunder
had intended that the
new system should have
been partially introduce
in the Nundidroog Divisi
in last year. Circumstanc
occured however which
rendered it necessary to
defer action at that tim
~~The prospects of a better~~
~~season make it more prac~~
~~ticable, in the~~ ~~brief~~
~~Commissioners opinion,~~
~~to recur to the project,~~
~~and as ample considera~~
~~tion has been given to the~~
~~interests of those affected~~
~~by it,~~ It has been resolved
to bring the measure into
force for the Nundidroog
Divisio

* And it may be anticipated that the Cultivation of the Country will ~~be~~ ~~be~~ ~~be~~

~~April~~ 1878.

4. The arrangements necessary in giving effect to this measure may be briefly stated :-

(a) There will be from the 1st ~~January~~ April 1878, a single Distillery enclosure at Bangalore, for the 3 Distrs comprised in the Nundidroog Division, and the existing Distilleries in the Tumkur and Kolar Districts will be closed from that date.

(b) ~~The~~ A valuation estimate of the buildings occupied by the existing Distillers will be made by the Chief Engineer P.W.D., and on receipt of this Estimate, the amount to be paid to the owners will be determined in such manner as the Chief Commissioner ~~will~~ hereafter direct.

(C). The existing Distillers will

will be required under notice from the Commissioner, of the Nundidroog Division to remove from the buildings in their occupation, all the apparatus for distilling which may not be included in the Valuation Estimate to be prepared, and all unused stock and materials that they may have in hand.

d). The conditions under which the manufacture and sale of Arack for the Nundidroog Division ~~are proposed to be leased out~~ will require that the Agent whose tender may be accepted shall purchase at fair and reasonable rates, all liquor which may have been actually manufactured and is remaining on hand, on the 1st ~~December~~ March 1878, and it shall be at the option

A

8

purchase all such stock
and materials as the
present owners may be
willing to dispose of to
him.

(2). When the arrangement
for the Acquisition of
the buildings within
the Distillery Enclosure
are completed, suitable
premises will be assigned
to the Renter who will
under the conditions
hereinafter prescribed,
be required to pay to
Government a monthly
sum as rent for the use
of such premises, to be
hereafter fixed.

5. The Renter will be
permitted to issue any
manufactured at the
Distillery at two densities
viz at proof and at 20°
under proof. Should there
be any demand for liquor
of a lower strength, the
Renter will be allowed to

to reduce it at his whole-
sale depots to 30° under
proof, and to sell it at
proportionally reduced rates
6. The amount of Still
head duty (inclusive of
the Local Cess at one anna
per Rupee) payable by the
Renter to Government and
the wholesale and retail
prices chargeable by him
to the public, will be re
gulated according to the
rates in the following
table.

Locality		Proof.						20° u. p.						30° u. p.					
		D Gallon			D Dram			D. Gallon			D. Dram			D Gallon			D. Dram		
Bangalore Fort and Cantonment	Still head duty	3	15	9	"	"	.	3	3	.	"	.	.	.	"	.	"	"	
	Wholesale price	4	15	9	"	"	.	4	3	"	.	.	.	3	11	"	.	"	
	Retail price	5	8	9	"	1	10	4	12	.	.	1	7	4	4	.	"	1	8
Districts	Still head duty	2	14	6	"	"	.	2	2	.	"	.	.	"	.	.	"	"	
	Wholesale price	3	14	6	"	"	.	3	2	-	"	.	.	2	10	.	"	"	
	Retail price	4	4	6	"	1	5	3	8	-	.	1	2	3	"	.	"	1	

Assuming the cost of manu
facture at the average pa
of 11½ annas per gallon,
the above rates leave a fai

~~for~~ Retail Shops

~~in the Bangalore~~ C.

For Retail shops

In the Bangalore Cantonment and Town

Rs 240. per annum for each shop and 4 annas extra for each gallon sold during the month in excess of 60 gallons.

In the Districts

Taluk Kusbahs 8 Rs per mensem
Hobles ——— 4-- per- do —
Villages ——— 2-- per- do —

For wholesale shops

Rs 24 per annum Each

both to the Distiller and the Vendor.

7. Licenses for retail shops will be issued as usual on payment of the prescribed fee

8. The Commissioner proposes that the new Renter shall be allowed to have wholesale shops in all Kusbahs and large Towns and that for the present the existing retail shops should be allowed to stand, but the Chief Commissioner considers that the Renter should have control over all the shops, whether retail or wholesale, and that their entire management must be left in his hands subject to the supervision and control of the Government Authorities

9. The Chief Commissioner considers that the

EXCISE COMMISSION.

the number of retail
Quack shops in Bangal
may well be reduced. The
are at present 75 licensed
retail shops in the Can
tonment and 35 in the
Pettah or Town. The view
of the President of the
Municipal Commissio
have been Consulted
and though Dr Orr is
not in favor of any nu
merical reduction, the
Chief Commissioner is
satisfied that it will be
to the interest of the
Community at large tha
the number of shops in
the Cantonment should
be reduced, in the first
instance to 60, and in
the Pettah to 25, the
license fee on each shop
being simultaneously
raised from Rs 15 to Rs 20 per
mensem.

MYSORE COMMISSION

12 If by the arrange-

ment now sanctioned

the Municipal Revenue

suffers seriously it

would be prac-

ticable to fix on a

sum which the Gov-

ernment will guarantee

to the Municipality to

whom the license

fees are now

payable

	Pay	Horse allowance	
1 Superintendent	120	30	= 150
1 Do. Superintendent			
4 Peons, (1 for each District for Bangalore Town & Cantonment) at Rs 35 each	100	25	= 125
1 Head Butler			14
1 Do.			3
1 Duffadar			2
1 Naique			10
8 Peons — 4 at Rs 7 each			8
4 at Rs 6 each			28
1 Mussalchee			24
Total			5

Call for a revision of the Government Establishment attached to the Bangalore Distillery which will from the 1st ~~January~~ April 1878 be fixed according to the marginally noted scale. The total monthly cost will be Rs 550, of which a moiety will under the conditions set forth in the Notification be payable by the Renter.

11. A Notification embodying the above and other conditions herein prescribed will be published in the Mysore Gazette.

To The Commissioner Nundidroog Dr.
Deputy Commissioners
of the Bangalore, Kolar
and Tumkur Districts
Deputy Acct General
President Mund. Comrs Bangalore
Chmn. of Cantt & Kaya Dwr of Cantonmt
~~Bangalore~~

1877

Government of Mysore

Revenue

To The Commissioner,
Nundydroog Div
" Dy: Commr of the Bang
Kolar & Tumkur Dists
" Dy: Accountant Genl
" President, Munpl Com
" Commrs of Salt & Sagar

Order regarding the Introduction of the Excise System in the Nundydroog Division

Dated 16th August

Despd.

Recd.

No 4887
dt 14½ Augt 77

Received
17-8-77

21 Copies despd
1 do Asstt Accty
1 attached to Draft
25 Reserve
48

4 Pages.

13/8

20/4/3.

Passing orders for the introduction of the improved Excise System for the manufacture & sale of arrack into the Nundydroog Division from the 1st April 1878.

1877.

GOVERNMENT OF MYSORE.

REVENUE.

To

THE COMMR., NUNDYDROOG DIVISION.
„ DY. COMMISSIONERS OF THE BANGALORE, KOLAR AND TUMKUR DISTRICTS.
„ DY. ACCOUNTANT GENERAL.
„ PRESIDENT, MUNICIPAL COMMISSION, BANGALORE.
„ COMMRS., ASHTAGRAM AND NAGAR DIVISIONS.

Dated August 16th.
Despatched 24th
Received

No. 4887.
Rev. 51.

Section S. R.
File No. 12-74
Subject No. 1

Passing orders for the introduction of the improved excise system for the manufacture and sale of arrack into the Nundydroog Division from the 1st April 1878.

EAD—

Letter No. 218, R, of the 26th January 1875, from the Commissioner of the Nundydroog Division, submit a detailed report on the existing abkari arrangements of the division.

(2.) Letter to the Commissioner, Nundydroog, No. 281—1, dated 10th April 1876, suggesting the adv bility of introducing the improved excise system in lieu of the present sadar distillery system.

(3.) Nundydroog Commissioner's No. 50, dated 2nd June 1876, submitting his views on the propc change.

(4.) Notification No. 148, dated 25th July 1876, inviting tenders for the exclusive privilege of manufact ing and selling arrack in the Town, Cantonment and District of Bangalore, for two years from October 1876 to 30th September 1878.

(5.) Notification No. 178, dated 12th August 1876, cancelling the above Notification as the present distill had been licensed to manufacture arrack in the sadar distillery, till the close of the official y 1876—77.

(6.) Nundydroog Commissioner's letters Nos. 86 and 134 of the 29th July and 1 18' respectively, submitting the opinions of the Deputy Commissioners of the Bangalore, Kolar and Túmk Districts on the proposed abolition of the sadar distillery system.

(7.) Nundydroog Commissioner's No. 631, dated 7th March 1877, submitting a valuation estimate of t private buildings at present standing in the distillery enclosure.

(8.) Nundydroog Commissioner's No. 146, dated 22nd May 1877, submitting opinion as to the densities liquor to be issued by the distiller.

(9.) Letter No. 670 of the 9th May 1877 from the President of the Municipal Commission, submitti opinion on the proposed reduction in the number of arrack shops in the Town and Cantonment Bangalore.

No. 4887—Rev. 51, dated Bangalore, 16th August 1877.

Order thereon.—In his order No. 5216—Rev, 37, dated 16th October 1874, Si Meade commented strongly on the unsatisfactory working of the sadar distiller stem introduced into this Province in 1862, and the insufficiency of the safe guarc ovided by that system to prevent combination more or less among the distillers, and o e necessity which experience had shewn for modifying that system.

2. This opinion was shared by the late Acting Chief Commissioner, the Hon'bl A. Dalyell, whose experience of the working of the various abkari systems, which hav en tried in the Madras Presidency, led him to express his views strongly in favor c e introduction of what has been termed the "Improved Excise System" already adopte several districts of the Madras Presidency, the principal features of which are a lows:—

(I). The right to manufacture and sell spirits is assigned to a single individua who guarantees to Government the payment of a minimum revenue in consideration of the monopoly of sale, the amount of the guarantee being estimated by reference to the average of the issues from the distillery fo the past five years.

(II). The Government possesses thus a guarantee assured by the renter's own inter ests that no illicit distillation or smuggling is carried on in the district assigned to him.

(III). The Government can regulate the retailed prices and the strength of the liquor to be issued, and can place upon the renter such other restric tions as may be considered desirable in the interests of the public and o the State.

3. The subject has received further careful consideration, and in concurrence with his predecessor's opinion Mr. Saunders had intended that the new system should, have been partially introduced in the Nundydroog Division in last year. Circumstances occurred however which rendered it necessary to defer action at that time, and it may be anticipated that the condition of the country will, in the course of the next six months, offer no obstacle to the successful inauguration of a measure which has received the fullest consideration. It has been resolved therefore to bring the measure into force for the Nundydroog Division, from the 1st April 1878.

4. The arrangements necessary in giving effect to this measure may be briefly stated:—

(*a*). There will be from the 1st April 1878 a single distillery enclosure at Bangalore for the three districts comprised in the Nundydroog Division, and the existing distilleries in the Túmkúr and Kolar Districts will be closed from that date.

(*b*). A valuation estimate of the buildings occupied by the existing distillers will be made by the Chief Engineer, Public Works Department, and on receipt of this estimate the amount to be paid to the owners will be determined in such manner as the Chief Commissioner may hereafter direct.

(*c*). The existing distillers will be required, under notice from the Commissioner of the Nundydroog Division, to remove, from the buildings in their occupation, all the apparatus for distilling which may not be included in the valuation estimate to be prepared, and all unused stock and materials that they may have in hand.

(*d*). The conditions under which the manufacture and sale of arrack for the Nundydroog Division are proposed to be leased out will require that the renter whose tender may be accepted shall purchase, at fair and reasonable rates, all liquor which may have been actually manufactured and is remaining on hand on the 31st March 1878, and it shall be at the option of the said renter to purchase all such stock and materials as the present owners may be willing to dispose of to him.

(*e*). When the arrangements for the acquisition of the buildings within the distillery enclosure are completed, suitable premises will be assigned to the renter, who will, under the conditions hereinafter prescribed, be required to pay to Government a monthly sum as rent for the use of such premises, to be hereafter fixed.

5. The renter will be permitted to issue arrack manufactured at the distillery at two densities, *viz.*, at proof and at 20° under proof. Should there be any demand for liquor of a lower strength, the renter will be allowed to reduce it at his wholesale depôts to 30° under proof, and to sell it at proportionally reduced rates.

6. The amount of still head duty (inclusive of the local cess at one anna per rupee)

payable by the renter to Government, and the wholesale and retail prices chargeable by him to the public, will be regulated according to the rates in the following table:—

Locality.		Proof.						20° U. P.						30° U. P.					
		D. Gallon.			D. Dram.			D. Gallon.			D. Dram.			D. Gallon.			D. Dram.		
Bangalore Town and Cantonment.	Still head duty ...	3	15	9	...	...	...	3	3	0	...	...	...	...	...	...	...	...	...
	Wholesale price ...	4	15	9	...	...	...	4	3	0	...	...	...	3	11	...	...	...	...
	Retail price ...	5	8	9	...	1	10	4	12	0	...	1	7	4	4	...	...	1	5
Districts.	Still head duty ...	2	14	6	...	...	...	2	2	0	..	...	...	...	...	...	...	...	...
	Wholesale price ...	3	14	6	...	...	...	3	2	0	...	...	...	2	10	...	...	...	...
	Retail price ...	4	4	6	...	1	5	3	8	0	...	1	2	3	...	...	...	1	...

Assuming the cost of manufacture at the average rate of 11½ annas per gallon, the above rates leave a fair margin of profit both to the distiller and the vendor.

7. Licenses for retail shops will be issued as usual on payment of the prescribed *fee.

* For Retail Shops.

In the Bangalore Cantonment and Town.

Rs. 240 per annum for each shop and 4 annas extra for each gallon sold during the month in excess of 60 gallons.

In the Districts.

Taluk Kasbas 8 rupees per mensem.
Hoblis ... 4 „ „
Villages ... 2 „ „

For Wholesale Shops.

Rs. 24 per annum each.

8. The Commissioner proposes that the new renter shall be allowed to have wholesale shops in all kasbas and large towns, and that for the present the existing retail shops should be allowed to stand; but the Chief Commissioner considers that the renter should have control over all shops, whether retail or wholesale, and that their entire management must be left in his hands subject to the supervision and control of the Government authorities.

9. The Chief Commissioner considers that the number of retail arrack shops in Bangalore may well be reduced. There are at present 75 licensed retail shops in the Cantonment and 35 in the Pete or town. The views of the President of the Municipal Commission have been consulted, and, though Dr. Orr is not in favor of any numerical reduction, the Chief Commissioner is satisfied that it will be to the interest of the community at large that the number of shops in the Cantonment should be reduced, in the first instance, to 60, and in the Pete to 25, the license fee on each shop being simultaneously raised from Rs. 15 to Rs. 20 per mensem. If by the arrangement now sanctioned the municipal revenue suffers seriously, it would be practicable to fix on a sum which the Government will guarantee to the Municipality to whom the license fees are now payable.

10. The new arrangements call for a revision of the Government establishment attached to the Bangalore distillery, which will from the 1st April 1878 be fixed according to the marginally noted scale. The total monthly cost will be Rs. 550, of which a moiety will, under the conditions set forth in the notification, be payable by the renter.

	Pay.	Horse allowance.	Total.
1 Supervisor ...	120	+ 30 =	150
1 Deputy Supervisor ...	100	+ 25 =	125
4 Testors, (1 for each District and 1 for Bangalore Town and Cantonment) at Rs. 35 each.			140
1 Head Mutsaddi ...	...	...	35
1 Deputy do	...	..	25
1 Daffedar ...	...	...	10
1 Naigue ..	...	...	8
8 Peons { 4 at Rs. 7 each	...	..	28
8 Peons { 4 at Rs. 6 each	...	...	24
1 Mashalchi ...	...	...	5
	Total.....		550

11. A notification embodying the above and other conditions herein prescri ill be published in the *Mysore Gazette*.

T. CLARKE,
Secretary

o—The Commissioner, Nundydroog Division. Two spare copies
„ Deputy Commissioners of the Bangalore, Kolar and Túmkúr Districts. 1 Do to each
„ Deputy Accountant General.
„ President, Municipal Commission, Bangalore. Two spare copies
„ Commissioners of Ashtagram and Nagar Divisions, for information. 3 Do to each

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